



## Senate

General Assembly

**File No. 33**

February Session, 2008

Senate Bill No. 114

*Senate, March 18, 2008*

The Committee on Banks reported through SEN. DUFF of the 25th Dist., Chairperson of the Committee on the part of the Senate, that the bill ought to pass.

### ***AN ACT CONCERNING PREVENTION OF FRAUD IN ELECTRONIC TRANSACTIONS.***

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1 Section 1. Section 36a-302 of the general statutes is repealed and the  
2 following is substituted in lieu thereof (*Effective October 1, 2008*):

3 Each bank, Connecticut credit union and federal credit union shall  
4 comply with the applicable provisions of the Expedited Funds  
5 Availability Act, 12 USC 4001 et seq. and regulations now and  
6 hereafter adopted thereunder, except that for the purposes of this  
7 section, the term "account" as defined in Section 229.2 of Regulation  
8 CC (12 CFR Part 229) includes savings accounts but does not include:  
9 [accounts] (1) Accounts where funds deposited in such accounts are  
10 payable on a specified date or at the expiration of a specified time after  
11 the date of deposit; or (2) savings accounts opened or funded  
12 electronically.

This act shall take effect as follows and shall amend the following sections:
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Section 1	<i>October 1, 2008</i>	36a-302
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**BA**      *Joint Favorable*

The following fiscal impact statement and bill analysis are prepared for the benefit of members of the General Assembly, solely for the purpose of information, summarization, and explanation, and do not represent the intent of the General Assembly or either chamber thereof for any purpose:

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***OFA Fiscal Note***

***State Impact:*** None

***Municipal Impact:*** None

***The Out Years***

***State Impact:*** None

***Municipal Impact:*** None

**OLR Bill Analysis****SB 114*****AN ACT CONCERNING PREVENTION OF FRAUD IN ELECTRONIC TRANSACTIONS.*****SUMMARY:**

Federal law requires banks and Connecticut and federal credit unions to make funds available in accordance with the Expedited Funds Availability Act. State law specifies that the act applies to savings accounts, but does not apply to accounts where funds in the account are payable on a certain date or at the end of specified time period (e.g., certificates of deposit). The bill extends the exclusion to savings accounts that are opened or funded electronically.

EFFECTIVE DATE: October 1, 2008

**BACKGROUND*****Expedited Funds Availability Act of 1987***

The act was passed to require depository institutions to (1) make funds deposited into transaction accounts available on a uniform time schedule and (2) provide disclosures about the availability of funds. The federal law does not apply to savings accounts.

**COMMITTEE ACTION**

Banks Committee

Joint Favorable

Yea 17 Nay 0 (03/04/2008)